

GREAT SOCIETY TEN CENT DOLLAR

THE DOUGLAS M. SMITH LETTER

for the

TIMING AND SELECTION OF STOCK TRADING

by the

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WILL THE DOLLAR BE WORTH 10 CENTS IN 1976?

The similarity of the debasements of the French franc (in 1700 by John Law, and in 1790-91 under the leaders of the French Revolution) and the U.S. dollar today, should awaken the people of the U.S. to demand the impeachment of those politicians in Washington whose actions are destroying the value of our dollar which is no longer redeemable in Gold. In 1790, the French Assembly's propaganda for irredeemable notes was that "it would bring back into the public treasury, into commerce and into all branches of industry, strength, abundance and prosperity." Doesn't that sound like our Socialist-Labor government's propaganda today? The French politicians said of their notes, "they will soon be considered better than the coin (Gold) now hoarded." The U.S. government has been trying to sell to the world the same type of "paper" for nations to use as reserves to pay their balance of payments debts. This is nothing more than "Fiat" money (paper currency that has no backing in specie such as Gold) and France and the European nations want no part of it. The leading French newspaper "Moniteur" stated in 1790, "all paper money which cannot at the will of the bearer be converted into specie (Gold) cannot discharge the function of money." Other French writers stated in 1790 that "doubling the quantity of money or substitutes for money in a nation simply increases prices, disturbs values, alarms capital, diminishes legitimate enterprise, and so decreases the demand both for products and for labor." Our Socialist-Labor government will eventually pay off its debts (Bonds) with its almost worthless paper dollars, and the public will be the loser.

Look at the new issues of high interest bearing Dollar Bonds being sold today to the gullible public. What will be their true value in five, ten, or fifteen years from now, with the purchasing value of our dollar down 60% since 1939-40, and continually falling? With our dollar not redeemable in Gold, I do not consider any Bonds, Government or Corporate a safe investment.

The French "Louis d'Or" (a Gold coin of 25 francs) was worth 15,000 francs in paper money in 1795. Smart moneyed people sent their Gold out of France and put the rest into objects of permanent value. The French government was bankrupt and at war when Bonaparte accepted the Consulship. He stated, "While I live I will never resort to irredeemable paper." He kept his word and France prospered by the return of currency redeemable in Gold.

Europe has been unloading its dollars (also British pounds) and getting our Gold, because it knows our government is destroying the value of our currency, and that it will go the same way the French printing press money went in 1795.

Let us now stop a minute and look at the fantastic monetary inflation of our "currency in circulation"; it was 3.1 billion dollars in 1914; 5.4 billion in 1933; (from here on our currency was no longer redeemable in Gold); 9.6 billion in 1943, and on August 4, 1966, it had reached 42.7 billion dollars. In December 1949, the ratio of Gold to deposits and notes was 54%, but on August 4, 1966, it was only 33.3% behind notes (currency) alone, even after being forced to discontinue the 25% Gold reserve behind deposits.

Owners of common stocks and bonds should at once set up nonpartisan clubs to establish a letter writing campaign to force all politicians to stop destroying our dollar. This also applies to holders of life insurance, annuities, pensions, and Social Security, all of

whom will suffer as our dollar continues to collapse. A loss of even 3% per year due to inflation means a 10 cent dollar, if not even less in 1976.

Our Socialist-Labor government by spending over \$100 billion of tax-payers' money and with the backing of the Supreme Court, Labor Bosses, and Civil Rights legislation, is moving step by step towards a Communist Police State. Examples: destroying the value of our currency, curtailing religion by doing away with school prayers, controlling schools, hospitals, etc., by withholding public money, dominating states thru Federal spending, eliminating owners' control over renting and selling their property, and practically forcing business to accept Federal dictatorship. The government is the servant of the people and once the public realizes the truth that Socialism is really Communism in disguise, the people can take back their liberties and industry can continue under a Free Enterprise System, by voting out of office all politicians who are Socialistically inclined, than returning to currency redeemable in Gold and Silver, which is the only way to maintain the purchasing value of the dollar.

GREAT SOCIETY FOREIGN AID TREASON

(Reprinted from St. Louis Globe-Democrat)

The United States is in the grip of the worst threat of inflation since the end of World War II. It is spending each year up to \$12,000,000,000 more than it takes in. It has a public debt of \$324,000,000,000 on which the annual interest is in excess of \$12,000,000,000!

Foreign aid has contributed \$122,000,000,000 of American taxpayers' money to this stupendous debt since 1946.

It has been scattered around the globe to more than 110 countries — to many nations whose rulers would destroy our form of government, and to tyrants who used it for their own pet projects or funneled it to aid Communists trying to overthrow free governments.

Knowing well these facts, the Johnson Administration still is seeking \$9,166,000,000 in new foreign aid for the coming year.

It asked for \$3,300,000,000 in its specific foreign aid requests but has spread other requests of \$6,000,000,000 in aid for foreign governments throughout its budget.

Every cent of this mountain of aid adds to the public debt and feeds inflation. To raise this money and other funds for its deficit spending program, the Administration is now selling treasury notes and paying 6 per cent interest!

The true deficit, when all the fiscal trickery is removed, now runs at about \$1,000,000,000 a month.

This shipment of billions of American tax dollars overseas comes at a time when the cost of the Vietnam War, an essential effort for defending freedom, is approaching \$2,000,000,000 a month.

Due in large part to this squandering of tax dollars abroad, the balance of payments problem grows steadily worse and the gold drain continues apace.

Recently the President proposed a program to fight mounting inflation. One of his pledges was to curtail Federal Government spending by \$3,000,000,000.

We see no evidence Mr. Johnson is attempting to reach this goal. Cutting foreign aid drastically would have been a show of good faith, but the Administration reportedly still seeks the full request.

America's monetary solvency is at stake. It is fiscal lunacy to propose spending more than \$9,000,000,000 in new foreign aid when the urgent need is to reduce inflationary pressures in our economy and to pay for rising costs of the Vietnam War.

GREAT SOCIETY SOCIALISM

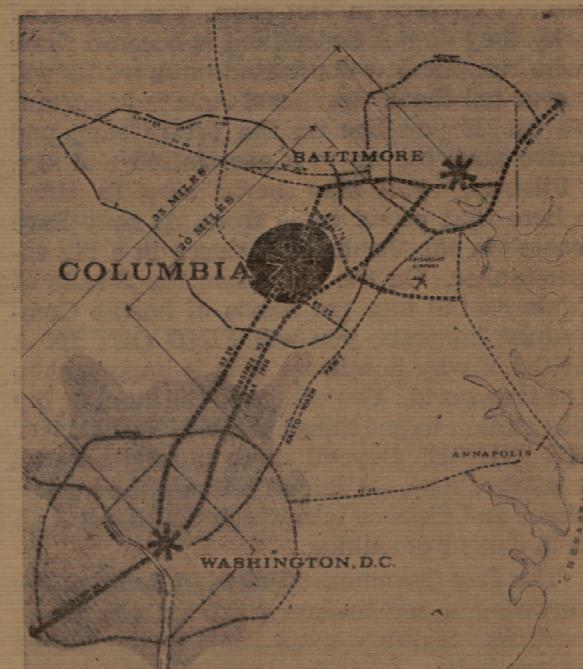
"We are going to try to take all of the money that we think is unnecessarily being spent and take it from the 'haves' and give it to the 'have nots' that need it so much."

—President Johnson

(White House speech, 1/15/64)

GREAT SOCIETY

"MEGALOPOLIS"



The above map of a planned integrated community between Washington and Baltimore, to be known as the city of Columbia (pop. 110,000), represents very clearly what Karl Marx referred to when he called for "gradual abolition of the distinction between town and country . . ." The fusing-together of metropolitan areas into one endless "Megalopolis" is taking place in 74 other areas of the U.S., all in various stages of development.

The Demonstration Cities Act, perhaps the greatest federal power-grab in history, will make the notorious Negro Marxist, Robert Weaver, a virtual czar with "life and death" control over our cities.

GREAT SOCIETY RUINED BRITAIN

Some fifty years ago (1914) there was a 370 page book published with the title of "The Great Society." Its author was a Professor Graham Wallas of the London School of Economics and a founding member of the Fabian Society. Wallas' book was one of the Fabians' major blueprints for their Socialistic remaking (wrecking) of Great Britain.

Speaking at the University of Michigan on May 22, 1964, President Lyndon B. Johnson said:

"In your time we have the opportunity to move not only towards the rich society and the powerful society, but upward to the Great Society."

The main blueprints for LBJ's Great Society may be found in the 1964 program of the Americans for Democratic Action (ADA) where "each individual enjoys the highest degree of liberty, opportunity, and security compatible with the liberty, opportunity, and security of his fellows," or as Karl Marx put it: "the free development of each is the condition for the free development of all."

MARK OF THE GREAT SOCIETY --- TREASON

"A nation can survive its fools, and even the ambitious. But it cannot survive treason from within. An enemy at the gates is less formidable, for he is known and he carries his banners openly. But the traitor moves among those within the gate freely, his sly whispers rustling through all the alleys, heard in the very halls of government itself. For the traitor appears no traitor; he speaks in the accents familiar to his victims, and he wears their face and their garments, and he appeals to the baseness that lies deep in the hearts of all men. He rots the soul of a nation; he works secretly and unknown in the night to undermine the pillars of a city; he infects the body politic so that it can no longer resist. A murderer is less to be feared." — Cicero.